



City of Fresno

Monthly Financial Report FY2006/2007

Through the Nine Months Ended June 30, 2007

Unaudited - Intended For Internal Management Purposes Only

ALL FIGURES ENCUMBERANCES

GENERAL FUND AT-A-GLANCE

Category	Amended Budget	YTD Actual	%	% Prior Year
Revenues	\$ 225,873	\$ 241,527	107%	105%
Expenditures	(225,873)	(223,669)	99%	98%
Revenues Over Expenditures	\$ -	\$ 17,858		

GENERAL FUND REVENUES

Revenues	Amended Budget	YTD Actual	%	% Prior Year
Sales & Use Tax	\$ 75,812	\$ 57,054	75%	80%
Prop. 172 Sales Tax	2,541	2,292	90%	131%
Property Tax	59,385	123,272	208%	205%
Motor Vehicle In-Lieu Fees	33,863	2,774	8%	35%
Business Tax	15,938	16,113	101%	91%
Franchise Tax	5,880	6,077	103%	100%
Other Local Taxes	11,479	12,644	110%	112%
Card Room Receipts	1,332	1,432	108%	147%
Charges For Services	19,460	19,633	101%	110%
Enterprise In-Lieu Fees	225	322	0%	-348%
Intergovernmental Revenues	3,382	4,491	133%	279%
Intragovernmental Revenues	(21,340)	(21,007)	98%	175%
All Other Revenue Sources	17,916	16,430	92%	85%
Total	\$ 225,873	\$ 241,527	107%	105%

GENERAL FUND REVENUES

Total General Fund revenues for the fiscal year ended June 30, 2007 were \$241.5 million. This total represented 7% more than the \$225.9 million budgeted. Total General Fund revenues achieved this year were approximately \$26.7 million greater than the \$214.8 million achieved in the prior fiscal year.

The major tax revenue sources (Property Taxes, Sales Tax revenues, and Motor Vehicle In-Lieu), in aggregate achieved \$185.4 million, approximately \$13.8 more than the \$171.6 million projected for the year. The majority of the \$13.8 million was from property taxes and sales tax, which were \$10.5 million and \$2.6 million respectively greater than the amounts projected. This is primarily attributed to strong economic conditions realized during a good part of the fiscal year.

Other revenue sources achieved expected or were above the amounts projected. Notably, revenues from Other Local Taxes and Intergovernmental Revenues were \$1.2 million and \$1.1 million over amounts projected. Together, major tax revenues and the other non-major revenue sources provided for a General Fund carryover of in excess of \$18.0 million into fiscal year 2008.

The City's Emergency Reserve maintains \$14.7 million in cash as of June 30, 2007. The use of this cash is restricted until a declaration is made by the mayor and approved by council.

GENERAL FUND EXPENDITURES BY DEPARTMENT

Department	Amended Budget	YTD Actual	%	% Prior Year
Police Department	\$ 122,819	\$ 123,329	100%	98%
Fire Department	42,809	42,785	100%	102%
Parks, Recreation & Community Services	21,812	21,571	99%	98%
Administrative/General	14,684	14,506	99%	100%
Public Works	14,199	12,604	89%	90%
City Council Offices	3,453	2,881	83%	94%
City Manager's Office	1,115	1,131	101%	99%
City Clerk's Office	703	628	89%	89%
Office of the Mayor	564	605	107%	98%
Economic Development Department	1,592	1,505	95%	95%
General City Purpose Department	2,123	2,124	100%	99%
Total	\$ 225,873	\$ 223,669	99%	98%

GENERAL FUND EXPENDITURES BY TYPE

Expenditure Type	Amended Budget	YTD Actual	%	% Prior Year
Salaries and Benefits (excluding overtime)	\$ 143,353	\$ 143,272	100%	98%
Overtime	6,580	7,660	116%	139%
Pension Obligation Bonds	12,522	12,522	100%	100%
Operations and Maintenance	24,185	22,666	94%	94%
Interdepartmental Charges	34,894	34,316	98%	98%
Transfers, Loans and Contingencies	106	-	0%	0%
Capital	4,233	3,233	76%	66%
Total	\$ 225,873	\$ 223,669	99%	98%

GENERAL FUND EXPENDITURES

General Fund expenditures for the fiscal year ended June 30, 2007 were \$223.7 million. This resulting amount was 99% of the \$225.9 projected for the year. In comparison to the prior year, expenditures this year were \$22.7 million greater than the \$201.0 expended in fiscal year 2006.

By department, the Police and Fire departments have expended \$123.3 million and \$42.8 million, increases of \$14.6 million and \$5.7 million respectively over the prior fiscal year. The increases can be attributed primarily to salaries and equipment costs. The police department exceeded its budget by \$0.5 million. All other departments expended (materially) comparable amounts to that of the prior year and remained within annual projections. Public Works was \$1.6 million below projected expenditures due primarily to timing of various projects.

By expenditure type, overall salaries, including overtime increased \$17.6 million, or 13.2% from the prior year. The overtime portion of salaries was \$1.1 million over budget, primarily from the Police Department. Capital expenditures and Operating/Maintenance expenditures were \$1.0 and \$1.5 million less than budget due primarily of timing or delays in projects from the Public Works Department.

ENTERPRISE OPERATING FUNDS

Department	Budget	YTD Actual	%
Community Sanitation			
Revenues	\$ 10,841	\$ 10,970	101%
Expenditures	\$ (10,782)	\$ (10,154)	94%
Total	59	816	
Convention Center			
Revenues	\$ 5,301	\$ 772	15%
Expenditures	\$ (6,717)	\$ (1,861)	28%
Total	(1,416)	(1,089)	
Planning and Development Department			
Revenues	\$ 23,078	\$ 22,896	99%
Expenditures	\$ (18,147)	\$ (16,006)	88%
Total	4,931	6,890	
FAX / Transit			
Revenues	\$ 37,298	\$ 20,510	55%
Expenditures	\$ (38,702)	\$ (36,225)	94%
Total	(1,404)	(15,715)	
Airports			
Revenues	\$ 11,898	\$ 9,337	78%
Expenditures	\$ (11,898)	\$ (11,349)	95%
Total	-	(2,012)	
Housing/Neighborhood Revitalization			
Revenues	\$ 14,095	\$ 4,760	34%
Expenditures	\$ (14,095)	\$ (10,244)	73%
Total	-	(5,484)	
Sewer System			
Revenues	\$ 164,464	\$ 99,076	60%
Expenditures	\$ (164,419)	\$ (151,406)	92%
Total	45	(52,330)	
Solid Waste System			
Revenues	\$ 50,442	\$ 44,190	88%
Expenditures	\$ (48,265)	\$ (46,371)	96%
Total	2,177	(2,181)	
Water System			
Revenues	\$ 53,565	\$ 52,046	97%
Expenditures	\$ (53,542)	\$ (46,025)	86%
Total	\$ 23	\$ 6,021	

ENTERPRISE OPERATING FUNDS

The financial results for the above enterprise operating funds achieved varying results in fiscal year, 2007. Regarding the funds with material variances between actual and budgeted amounts, the following notations apply: **Convention Center**—Figures for revenues and expenditures are managed and maintained by SMG and therefore only reflect the fractional activity still maintained by the City of Fresno. **FAX/Transit**—Revenues were considerably below expected amounts. This is due from timing of grant drawdowns and operating deficits. The FAX Department, Budget Office and the Finance Department are taking steps to address these issues. **Housing/Neighborhood Revitalization**—\$8.2 million was budgeted to be received from the Fed-Home grant program, this was not received due from timing issues. **Sewer**—Budgeted revenues of \$164.5 million were \$65.4 million greater than the \$99.1 actually recorded. This is due primarily from timing of transfers that were budgeted to be made during the fiscal year, \$34.6 million from the Waste Water Connection Fee fund, and \$26.8 million from the

Rate Stabilization fund. **Solid Waste System**—\$9.7 million was transferred to the Solid Waste Rate Stabilization Fund, which was not reflected in the current budget. Such transfers to a Solid Waste Rate Stabilization fund, does not reflect an operational deficiency.

DEBT SUMMARY

Debt Source	Principal Outstanding
Tax Supported	
Pension Obligation Bonds	\$ 186,990
Various Capital Projects	49,585
Stadium Project	42,770
City Hall Refinancing	31,970
Exhibit Hall Expansion Project	28,902
No Neighborhood Left Behind	39,650
Convention Center Improvements	17,990
Conference Center Refinancing	5,335
Street Light Acquisition Project	5,550
Street Improvement Project	4,055
Judgment Obligation Bonds	4,700
Water	42,265
Sewer	211,770
Airport	61,735
Solid Waste	11,530
Total \$	744,797

SUMMARY

This report is based on detailed information produced by the City's Finance Department/Accounting Division. If you would like additional information, or have any questions about this report, please call 621-7001.